## SENATE BILL NO. 4503

State of Washington

48th Legislature

1984 Regular Session

by Senators Hansen and Benitz

Read first time January 16, 1984, and referred to Committee on Agriculture.

- AN ACT Relating to alcoholic beverages; and adding a new section
- 2 to chapter 62, Laws of 1933 ex. sess. and to chapter 66.24 RCW.
- 3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- NEW SECTION. Sec. I. There is added to chapter 62. Laws of 1933
- ex. sess. and to chapter 66.24 RCW a new section to read as follows:
- (1) There shall be a license for bonded wine warehouses which
- shall authorize the storage of bottled wine only. Under this license
- a licensee may maintain a warehouse for the storage of wine off the premises of a winery.
- (2) The board shall adopt similar qualifications for a bonded
- 11 wine warehouse license as required for obtaining a domestic winery
- license as specified in RCW 66.24.010 and 66.24.170. A licensee must
- be a sole proprietor, a partnership or a corporation. One or more
- domestic wineries may operate as a partnership, corporation, business
- co-op or agricultural co-op for the purposes of obtaining a bonded wine warehouse license.
- (3) All bottled wine shipped to a bonded wine warehouse from 17
- 18 another winery or bonded wine warehouse shall remain under bond and
- no tax imposed under RCW 66.24.210 shall be due until the wine is 20
- removed from bond and shipped to (a) a licensed Washington wine 21
- wholesaler, (b) a licensed Washington wine importer, or (c) the 22
- Washington state liquor board. Bottled wine exported from a bonded wine warehouse shall not be liable for taxation. 23
- (4) Warehousing of wine by any person other than (a) a licensed 24 25
- domestic winery under the provisions of this section, (b) a licensed
- Washington wine wholesaler, (c) a licensed Washington wine importer, or (d) the liquor control board, is prohibited.
- (5) A license applicant shall hold a federal permit for a bonded
- 29 wine cellar and post a continuing wine tax bond in the amount of five

SB 4503

Resp to Costco RFP 5961

**DEFENDANT'S EXHIBIT** CASE C04-0360P **EXHIBIT** NO.

- 1 thousand dollars in a form prescribed by the board prior to the
- 2 issuance of a bonded wine warehouse license. The fee for this
- license shall be one hundred dollars per annum.
- 4 (6) The board shall adopt rules requiring a bonded wine warehouse
- 5 to be physically secure, zoned for the intended use and physically
- 6 separated from any other use.
- 7 (7) Every licensee shall submit to the board a monthly report of
- 8 movement of bottled wines to and from a bonded wine warehouse in a
- 9 form prescribed by the board. The board may adopt other necessary
- 10 procedures by which bonded wine warehouses are licensed and
- 11 regulated.

SB 4503

-2-

## SUBSTITUTE SENATE BILL NO. 4503

1984 Regular Session 48th Legislature State of Washington by Committee on Agriculture (originally sponsored by Senators Hansen and Benitz)

Read first time January 30, 1984.

- AN ACT Relating to licensing of wine warehouses; and adding a new
- 2 section to chapter 62, Laws of 1933 ex. sess. and to chapter 66.24
- 3 RCW.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- NEW SECTION. Sec. 1. There is added to chapter 62, Laws of 1933
- ex. sess. and to chapter 66.24 RCW a new section to read as follows: 6
- (1) There shall be a license for bonded wine warehouses which
- shall authorize the storage of bottled wine only. Under this license
- a licensee may maintain a warehouse for the storage of wine off the
- premises of a winery. 10
- (2) The board shall adopt similar qualifications for a bonded 11
- wine warehouse license as required for obtaining a domestic winery
- 13 license as specified in RCW 66.24.010 and 66.24.170. A licensee must
- be a sole proprietor, a partnership or a corporation. One or more
- domestic wineries may operate as a partnership, corporation, business
- co-op or agricultural co-op for the purposes of obtaining a bonded
- wine warehouse license.
- (3) All bottled wine shipped to a bonded wine warehouse from a 18
- winery or another bonded wine warehouse shall remain under bond and 19
- no tax imposed under RCW 66.24.210 shall be due, unless the wine is
- removed from bond and shipped to a licensed Washington wine
- wholesaler. Wine may be removed from a bonded wine warehouse only
- for the purpose of being (a) exported from the state, (b) shipped to
- a licensed Washington wine wholesaler, or (c) returned to a winery or
- bonded wine warehouse. 25
- (4) Warehousing of wine by any person other than (a) a licensed 26
- domestic winery or a bonded wine warehouse licensed under the
- provisions of this section, (b) a licensed Washington wine
- wholesaler, (c) a licensed Washington wine importer, or (d) the

SSB 4503

Resp to Costco RFP 5963

Adopted 25 MW 66.24.185

## Sec. 1

- 1 liquor control board, is prohibited.
- 2 (5) A license applicant shall hold a federal permit for a bonded
- 3 wine cellar and post a continuing wine tax bond in the amount of five
- 4 thousand dollars in a form prescribed by the board prior to the
- 5 issuance of a bonded wine warehouse license. The fee for this
- 6 license shall be one hundred dollars per annum.
- 7 (6) The board shall adopt rules requiring a bonded wine warehouse
- 8 to be physically secure, zoned for the intended use and physically
- 9 separated from any other use.
- 10 (7) Every licensee shall submit to the board a monthly report of
- 11 movement of bottled wines to and from a bonded wine warehouse in a
- 12 form prescribed by the board. The board may adopt other necessary
- 13 procedures by which bonded wine warehouses are licensed and
- 14 regulated.

SSB 4503

-2-